

1. X Ltd. forfeited 10 shares of Rs. 10 each issued at a discount of 10% to Y on which a second & final call of Rs 4 was not yet called and a first call of Rs 4 was not received. 8 of these shares were reissued as Rs. 8 called up for Rs. 7.50 per share. On forfeiture the Share Capital will be —
 - (a) Debited with Rs 48
 - (b) Credited with Rs 48
 - (c) Debited with Rs 60
 - (d) Credited with Rs 64
2. X Ltd. forfeited 10 shares of Rs. 10 each issued at a discount of 10% to y on which a second & financial call of Rs 4 was not yet called and a first call of Rs 4 was not received. 8 of these shares were reissued as Rs. 8 called up for Rs. 7.50 per share. On reissue, the Share Capital will be —
 - (a) Debited with Rs 48
 - (b) Credited with Rs 48
 - (c) Debited with Rs 60
 - (d) Credited with Rs 64
3. X Ltd. forfeited 10 shares of Rs. 10 each issued at a discount of 10% to y on which a second & financial call of Rs 4 was not yet called and a first call of Rs 4 was not received. 8 of these

shares were reissued as Rs. 8 called up for Rs. 7.50 per share. On re-issue, the Forfeited Shares Account will be —

- (a) Debited with Rs 16 (b) Credited with Rs 12
(c) Debited with Rs 4 (d) Credited with Nil amount

4. Y Ltd. forfeited 50 shares of Rs. 100 each issued at 10% premium on which allotment money of Rs. 30 per share (including premium) and first call of Rs. 30 per share were not received and the second and final call of Rs. 20 per share was not yet called. 20 of these shares were re-issued as Rs. 80 paid up for Rs. 70 per share.

On forfeiture, the Share Capital Account will be —

- (a) Debited with Rs 1,600 (b) Credited with Rs 1,600
(c) Debited with Rs 4,000 (d) Credited with Rs. 1400

5. Y Ltd. forfeited 50 shares of Rs. 100 each issued at 10% premium on which allotment money of Rs. 30 per share (including premium) and first call of Rs. 30 per share were not received and the second and final call of Rs. 20 per share was not yet called. 20 of these shares as Rs. 80 paid up for Rs. 70 per share.

On re-issue, the Share Capital Account will be —

- (a) Debited with Rs 1,600 (b) Credited with Rs 1,600
(c) Debited with Rs 4,000 (d) Credited with Rs. 1400

6. Y Ltd. forfeited 50 shares of Rs. 100 each issued at 10% premium on which allotment money of Rs. 30 per share (including premium) and first call of Rs. 30 per share were not received and the second and final call of Rs. 20 per share was not yet called. 20 of these shares as Rs. 80 paid up for Rs. 70 per share.

On re-issue, the Forfeited Shares Account will be —

- (a) Debited with Rs 500 (b) Credited with Rs 400
(c) Debited with Rs 200 (d) Credited with Rs. 500

7. A Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium on which allotment money of Rs 30 per share (including premium) and first call of Rs 30 per share were not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 90 per share, the Profit on re-issue is —

- (a) Rs 1,500, (b) Rs 1,300,
(c) Rs 900, (d) Rs 600,
(e) Rs 400, (f) None of these

8. B Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium on which allotment money of Rs 30 per share (including premium) and first call of Rs 30 per share were not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 called up for Rs 80 per share, the Profit on re-issue is —

- (a) Rs 1,500, (b) Rs 1,300,
(c) Rs 900, (d) Rs 600,
(e) Rs 400, (f) None of these

9. C Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium on which allotment money of Rs 30 per share (including premium) and first call of Rs 30 per share were not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 70 per share, the Profit on re-issue is —

- (a) Rs 1,500, (b) Rs 1,300,
(c) Rs 900, (d) Rs 600,
(e) Rs 400, (f) None of these

10. D Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium on which allotment money of Rs 30 per share (including premium) and first call of Rs 30 per share were not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 50 per share, the Profit on re-issue is —

- (a) Rs 1,500,
(c) Rs 900,
(e) Rs 400,
11. E Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium on which allotment money of Rs 30 per share (including premium) and first call of Rs 30 per share were not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued at Rs 70 per share as fully paid-up, the Profit on re-issue is —
(a) Rs 1,500,
(c) Rs 900,
(e) Rs 400,
(b) Rs 1,300,
(d) Rs 600,
(f) None of these
12. F Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium (to be paid at the time of allotment) on which first call of Rs 30 per share was not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 90 per share, the Profit on re-issue is —
(a) Rs 2,500,
(c) Rs 1,500,
(e) Rs 800,
(b) Rs 2,300,
(d) Rs 1,000,
(f) None of these
13. G Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium (to be paid at the time of allotment) on which first call of Rs 30 per share was not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 called up for Rs 80 per share, the Profit on re-issue is —
(a) Rs 2,500,
(c) Rs 1,500,
(e) Rs 800,
(b) Rs 2,300,
(d) Rs 1,000,
(f) None of these
14. H Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium (to be paid at the time of allotment) on which first call of Rs 30 per share was not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 70 per share, the Profit on re-issue is —
(a) Rs 2,500,
(c) Rs 1,500,
(e) Rs 800,
(b) Rs 2,300,
(d) Rs 1,000,
(f) None of these
15. I Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium (to be paid at the time of allotment) on which first call of Rs 30 per share was not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued as Rs 80 paid-up for Rs 30 per share, the Profit on re-issue is —
(a) Rs 2,500,
(c) Rs 1,500,
(e) Rs 800,
(b) Rs 2,300,
(d) Rs 1,000,
(f) None of these
16. J Ltd. forfeited 50 shares of Rs 100 each issued at 10% premium (to be paid at the time of allotment) on which first call of Rs 30 per share was not received, the second & final call of Rs 20 per share was not yet called. If 20 of these shares were re-issued at Rs 50 per share as fully paid-up, the Profit on re-issue is —
(a) Rs 2,500,
(c) Rs 1,500,
(e) Rs 800,
(b) Rs 2,300,
(d) Rs 1,000,
(f) None of these
17. K Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 9 per share, the Profit on re-issue is —
(a) Rs 20,
(c) Rs 12,
(e) Rs 4,
(b) Rs 16,
(d) Rs 8,
(f) None of these

18. L Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 8 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
19. M Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 7.50 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
20. N Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 7 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
21. O Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 6 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
22. P Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as Rs 8 called up for Rs 5 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
23. Q Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Y on which he had paid an application money of Rs 2 per share. If 8 of these shares were re-issued as fully paid-up for Rs 7 per share, the Profit on re-issue is —
- (a) Rs 20, (b) Rs 16,
(c) Rs 12, (d) Rs 8,
(e) Rs 4, (f) None of these
24. R Ltd. forfeited 60 shares of Rs 10 each issued at a premium of 20% to Mr. Mohan who had applied for 72 shares, for non-payment of allotment money of Rs 5 per share (including premium) and the first and final call of Rs 5 per share. Out of these, 20 shares were re-issued to Krishan, credited as fully paid for Rs 9 per share, the Profit on re-issue is —
- (a) Rs 144, (b) Rs 124,
(c) Rs 48, (d) Rs 28,
(e) Rs 4, (f) None of these
25. S Ltd. forfeited 40 shares of Rs 10 each issued at a premium of 20% to Mr. Ramesh who had applied for 48 shares. Mr. Ramesh paid Rs 2 per share on application and did not pay the allotment money of Rs 5 (including premium) per share and the first call of Rs 3 per share. Out of these, 20 shares were re-issued to Krishan credited as fully paid for Rs 9 per share, the Profit on re-issue is —
- (a) Rs 96, (b) Rs 76,
(c) Rs 48, (d) Rs 28,
(e) None of these

26. Alok Ltd. forfeited 300 shares of Rs 10 each, fully called up, held by Ram for non payment of allotment money of Rs 3 per share and final call money of Rs 4 per share. Out of these shares 250 were re-issued to Shyam for a total payment of Rs 2,000. The Profit on re-issue is —
- (a) Rs 900, (b) Rs 400,
(c) Rs 750, (d) Rs 250,
(e) None of these
27. A limited Company forfeited 100 equity shares of the face value of Rs 10 each, Rs 6 per share called up, for non payment of first call of Rs 2 per share. The forfeited shares were subsequently re-issued as fully paid @ Rs 7 each. The Profit on re-issue is —
- (a) Rs 400, (b) Rs 300,
(c) Rs 100, (d) None of these
28. M Limited forfeited 2,000 equity shares of Rs 10 each, issued at a premium of Rs 5 per share, held by Ram for nonpayment of the Final call of Rs 3 per share. Of these, 100 shares were re-issued to Vishu at a discount of Rs 4 per share. The Profit on re-issue is —
- (a) Rs 14,000, (b) Rs 13,600,
(c) Rs 700, (d) Rs 300,
(e) None of these
29. National Heavy Chemicals Ltd. issued 5,000 shares of Rs 10 each at a premium of Rs 2 per share for public subscription, payable as Rs 5 on Application and Rs 7 on allotment (including premium). Rajesh who was allotted 200 shares by the Company failed to pay the allotment amount and his shares were forfeited by the Company. 100 out of these forfeited shares were allotted to Brijesh as fully paid up for Rs 8 per share. The Profit on re-issue is —
- (a) Rs 1,000, (b) Rs 800,
(c) Rs 300, (d) None of these
30. A company forfeited 100 equity shares of Rs 100 each issued at a premium of 50% (to be paid at the time of allotment) on which first call money of Rs 30 per share was not received; final call of Rs 20 is yet to be made. These shares were subsequently re-issued at Rs 70 per share as Rs 80 paid up. The Profit on re-issue is —
- (a) Rs 5,000, (b) Rs 4,000,
(c) Rs 2,000, (d) None of these
31. A limited company forfeited 300 shares of Mr. X who had applied for 500 shares on account of non-payment of allotment money Rs 3 + 2 (premium) and first call Rs 2. Only Rs 3 per share was received with application. Out of these 200 shares were re-issued to Mr. Y as fully paid shares for Rs 8 per share excluding premium. The Profit on re-issue is —
- (a) Rs 1,500, (b) Rs 1,100,
(c) Rs 600, (d) None of these
32. KMHD Ltd. forfeited 200 shares of Rs 100 each issued at a discount of 5% on which Rs 50 per share has been called and Rs 6,000 has been paid. The company then re-issued the above mentioned shares to Mr. Singh upon payment of Rs 18,000 credited as fully paid. The Profit on re-issue is —
- (a) Rs 6,000, (b) Rs 5,000,
(c) Rs 4,000, (d) None of these
33. X limited forfeited 100 shares (Rs 6 called up) issued at a discount of 10% to Mahesh on which he had paid Rs 2 per share. Out of these 80 shares were reissued at Rs 6 per share to Suresh, Rs 8 paid up. The Profit on re-issue is —
- (a) Rs 200, (b) Rs 120,
(c) Rs 80, (d) None of these

34. Mother Ltd. forfeited 100 equity shares of Rs 10 each issued at a discount of 10% for nonpayment of first call of Rs 2 per share and the final call of Rs 3 per share on 31st March. 50 forfeited shares were re-issued as fully paid for Rs 8 per share and balance of the shares were re-issued on 30th June at Rs 7 per share. The Profit on re-issue is —
- (a) Rs 400, (b) Rs 150,
(c) Rs 100, (d) Rs 250,
(d) None of these
35. 100 shares of Rs 100 each issued at a discount of 10% were forfeited for the non payment of allotment money of Rs 50 per share. The first and final call on these shares at Rs 20 per share were not made. The forfeited shares were re-issued for Rs 7,000 fully paid up. The profit on re-issue is —
- (a) Rs 2,000, (b) Rs 1,000,
(c) Nil, (d) None of these
36. 50 shares of Rs 10 each issued at a premium of Rs 5 each payable with allotment were forfeited for the non payment of allotment money of Rs 9 per share including premium. The first and final call on these shares at Rs 3 per share were not made. The forfeited shares were re-issued @ Rs 12 per share fully paid up. The profit on re-issue is —
- (a) Rs 150, (b) Rs 100,
(c) 50, (d) None of these
37. 1000 shares of Rs 10 each issued at par were forfeited for the non payment of the final call of Rs 2 per share. These shares were re-issued @ Rs 8 per share fully paid up. The Profit on re-issue is —
- (a) Rs 8,000, (b) Rs 6,000,
(c) Rs 4,000, (d) None of these
38. Dee Ltd. forfeited 160 shares of Rs 10 each on which the holder has paid only the application money of Rs 2 per share. Out of these, 40 shares were re-issued to 'E' as fully paid for Rs 9 per share. The Profit on re-issue is —
- (a) Rs 320, (b) Rs 160,
(c) Rs 40, (d) None of these
39. Eee Ltd. forfeited 200 shares of Rs 10 each (Rs 8 called up) on which the holder had paid application and allotment money of Rs 5 per share. Out of these 50 shares were re-issued to F as fully paid for Rs 8 per share. The Profit on re-issue is —
- (a) Rs 1,000, (b) Rs 900,
(c) Rs 150, (d) None of these
40. AH Ltd. forfeited 500 shares of Rs 10 each on which first call of Rs 3 per share was not received, the second and final call of Rs 2 per share has not yet been called. Out of these 125 shares were re-issued to I as Rs 8 paid-up for Rs 7 per share. The Profit on re-issue is —
- (a) Rs 2,500, (b) Rs 2,375,
(c) Rs 500, (d) None of these
41. The directors of M Ltd, resolved that 2,000 equity shares of Rs 10 each Rs 7.50 paid be forfeited for non-payment of final call of Rs 2.50. 1,800 of these shares were re-issued as fully paid for Rs 6 per share. The Profit on re-issue is —
- (a) Rs 15,000, (b) Rs 7,800,
(c) Rs 6,300, (d) None of these
42. The directors of N Ltd. resolved that 1,000 equity shares of Rs 10 each, Rs 7.50 called up be forfeited for non-payment of first call of Rs 2.50. 90% of these shares were re-issued as fully paid for Rs 6 per share. The Profit on re-issue is —
- (a) Rs 7,500, (b) Rs 3,900,
(c) Rs 900, (d) None of these
43. X Ltd, forfeited 20 shares of Rs 10 each, Rs 7 called up on which Mahesh had paid application and allotment money of Rs 5 per share. Of these 15 shares were re-issued to Naresh as Rs 7 paid-up for Rs 8 per share. The Profit on re-issue is —

- (a) Rs 100, (b) Rs 80,
 (c) Rs 75, (d) None of these
44. Y Ltd. forfeited 100 shares of Rs 100 each issued at 20% premium (to be paid at the time of allotment) for non-payment of a first call of Rs 30 per share and a second & final call of Rs 20 per share. Out of these 40 shares were re-issued as fully paid-up for Rs 90 per share. The Profit on re-issue is —
 (a) Rs 7,000, (b) Rs 5,000,
 (c) Rs 1,600, (d) None of these
45. Z Ltd. forfeited 200 shares of Rs 100 each, issued at 10% premium for non-payment of allotment money of Rs 50 per share (including premium), first call of Rs 40 per share and a second and final call of Rs 10 per share. Out of these 80 shares were re-issued as fully paid-up for Rs 95 per share. The Profit on re-issue is —
 (a) Rs 2,000, (b) Rs 1,600,
 (c) Rs 400, (d) None of these
46. ABC Ltd. forfeited 3,200 shares of Rs 100 each issued at 10% premium for non-payment of allotment money of Rs 40 per share (including premium) and first call of Rs 30 per share. The second and final call of Rs 20 has not yet been called. Out of these 1,280 shares were re-issued as Rs 80 paid-up for Rs 70 per share. The Profit on re-issue is —
 (a) Rs 3,200, (b) Rs 19,200,
 (c) Rs 12,800, (d) None of these
47. X Ltd. forfeited 100 shares of Rs 10 each (Rs 8 called up) issued at a premium of 2 per share to Mr. R for non-payment of allotment money of Rs 5 per share (including premium). Out of these 70 shares were re-issued to Mr. Sanjay as Rs 8 called up for Rs 10 per share. The Profit on re-issue is —
 (a) Rs 500, (b) Rs 400,
 (c) Rs 350, (d) None of these
48. UG Ltd. forfeited 40 shares of Rs 10 each, issued at a discount of 10% for non-payment of a final call of Rs 2 per share. Out of these 10 shares were re-issued as fully paid for Rs 8.50 per share. The Profit on re-issue is —
 (a) Rs 280, (b) Rs 265,
 (c) Rs 65, (d) None of these
49. MIG Ltd. forfeited 80 shares of Rs 10 each, issued at a discount of 10% for non-payment of first call of Rs 2 per share. The second and final call of Rs 3 per share has not yet been called. Out of these, 20 shares were re-issued as Rs 7 paid-up for Rs 5 per share. The Profit on re-issue is —
 (a) Rs 320, (b) Rs 280,
 (c) Rs 60, (d) None of these
50. MIG Ltd. forfeited 10 shares of Rs 10 each (Rs 6 called up) issued at a discount of 10% to Mr. Y on which he had paid an application money of Rs 2 per share. Out of these, 8 shares were re-issued to Z as Rs 8 called up for Rs 9 per share. The Profit on re-issue is —
 (a) Rs 20, (b) Rs 18,
 (c) Rs 16, (d) None of these
51. Y Ltd. forfeited 40 shares of Rs 10 each issued at a premium of 40% to Mr. Ramesh who had applied for 48 shares. After having paid Rs 6 (including Rs 2 premium), he did not pay allotment money of Rs 2 (including Re 1 premium) and on his subsequent failure to pay the first call of Rs 3 (including Re 1 premium) his shares were forfeited. The amount to be credited to Forfeited Shares Account is —
 (a) Rs 288, (b) Rs 200
 (c) Rs 192 (d) Rs 160

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|---------|---------|---------|---------|---------|---------|---------|
| 1. (c) | 2. (d) | 3. (d) | 4. (b) | 5. (b) | 6. (c) | 7. (d) |
| 8. (d) | 9. (e) | 10. (f) | 11. (f) | 12. (d) | 13. (d) | 14. (e) |
| 15. (f) | 16. (f) | 17. (b) | 18. (b) | 19. (b) | 20. (b) | 21. (d) |
| 22. (f) | 23. (f) | 24. (d) | 25. (d) | 26. (d) | 27. (c) | 28. (d) |
| 29. (c) | 30. (b) | 31. (c) | 32. (b) | 33. (c) | 34. (d) | 35. (c) |
| 36. (a) | 37. (b) | 38. (c) | 39. (c) | 40. (c) | 41. (c) | 42. (c) |
| 43. (c) | 44. (c) | 45. (c) | 46. (c) | 47. (c) | 48. (c) | 49. (c) |
| 50. (c) | 51. (b) | 52. (b) | | | | |